

FISCAL NOTE

STATE OF ALASKA
2006 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: CSSSHB 51(L&C)
 (H) Publish Date: 3/20/06

Revision Date/Time (Note if correction): _____ Dept. Affected: Commerce
 Title Employer Assn. for RDU Insurance (116)
Workers' Comp Insurance Component Insurance Operations
 Sponsor Meyer et al
 Requester Labor & Commerce Component No. 354

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

| OPERATING EXPENDITURES | FY 2007 | FY 2008 | FY 2009 | FY 2010 | FY 2011 | FY 2012 |
|------------------------|---------|---------|---------|---------|---------|---------|
| Personal Services | | | | | | |
| Travel | | | | | | |
| Contractual | | | | | | |
| Supplies | | | | | | |
| Equipment | | | | | | |
| Land & Structures | | | | | | |
| Grants & Claims | | | | | | |
| Miscellaneous | | | | | | |
| TOTAL OPERATING | * | * | * | * | * | * |

| | | | | | | |
|-----------------------------|--|--|--|--|--|--|
| CAPITAL EXPENDITURES | | | | | | |
|-----------------------------|--|--|--|--|--|--|

| | | | | | | |
|-------------------------------|--|--|--|--|--|--|
| CHANGE IN REVENUES () | | | | | | |
|-------------------------------|--|--|--|--|--|--|

FUND SOURCE (Thousands of Dollars)

| | | | | | | |
|---|---|---|---|---|---|---|
| 1002 Federal Receipts | | | | | | |
| 1003 GF Match | | | | | | |
| 1004 GF | | | | | | |
| 1005 GF/Program Receipts | | | | | | |
| 1037 GF/Mental Health | | | | | | |
| Other (Specify Type--Do not abbreviate) | | | | | | |
| TOTAL | * | * | * | * | * | * |

Estimate of any current year (FY2006) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2007 budget proposal: ☐

POSITIONS

| | | | | | | |
|-----------|--|--|--|--|--|--|
| Full-time | | | | | | |
| Part-time | | | | | | |
| Temporary | | | | | | |

ANALYSIS: (Attach a separate page if necessary)

This legislation modifies the qualifications required for workers' compensation self-insurance and permits employers in the same trade or industry to form an employer association for self-insured workers' compensation coverage.

The insurance premium level used as the basis for calculating premium tax will be reduced to the extent that groups elect to self-insure. This would reduce general fund revenue. The amount of fiscal impact is indeterminate since we are unable to ascertain the amount by which premium would be reduced and the related drop in premium tax.

Prepared by: Linda S. Hall, Director Phone 907.269.7900
 Division Insurance Date/Time 2/9/06 3:35 PM
 Approved by: William C. Noll, Commissioner Date 2/9/2006
 Agency Commerce, Community and Economic Development